

PUBLIC EMPLOYEES RETIREMENT SYSTEM

State Investment Board Balance Sheet As of 1/31/2004

	As of <u>1-31-04</u>	As of <u>6-30-03</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 538,903,053	\$ 458,951,314
INTERNATIONAL EQUITIES	218,553,029	175,792,012
DOMESTIC FIXED INCOME	348,177,512	320,236,369
INTERNATIONAL FIXED INCOME	61,671,102	54,020,181
REAL ESTATE	65,626,019	57,665,884
VENTURE CAPITAL	58,451,895	51,068,456
INVESTED CASH (NOTE 1)	<u>5,658,624</u>	<u>7,558,895</u>
 TOTAL INVESTMENTS	 1,297,041,234	 1,125,293,111
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	1,818,338	1,523,646
OTHER ASSETS		
DUE FROM OTHER AGENCIES (NOTE 2)	<u>26,943</u>	<u>0</u>
 TOTAL ASSETS	 <u>\$ 1,298,886,515</u>	 <u>\$ 1,126,816,757</u>
LIABILITIES:		
ACCOUNTS PAYABLE	711,761	711,763
DUE TO OTHER AGENCIES (NOTE 3)	<u>0</u>	<u>9,661</u>
 TOTAL LIABILITIES	 711,761	 721,424
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	1,126,095,333	1,080,040,861
CASH IN DURING YEAR (NOTE 4)	3,789,350	0
CASH OUT DURING YEAR (NOTE 5)	6,940,000	9,750,000
NET INCREASE (DECREASE)	<u>175,230,071</u>	<u>55,804,472</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>1,298,174,754</u>	 <u>1,126,095,333</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u>\$ 1,298,886,515</u>	 <u>\$ 1,126,816,757</u>

PUBLIC EMPLOYEES RETIREMENT SYSTEM

State Investment Board Profit and Loss Statement For the Month Ended 1/31/2004

	Month Ended <u>1-31-04</u>	<u>Year-to-Date</u>
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 2,005,603	\$ 21,419,680
SECURITIES LENDING INCOME	78,827	486,998
	<u>2,084,430</u>	<u>21,906,678</u>
 GAIN ON SALE OF INVESTMENTS	 13,490,475	 94,982,357
LOSS ON SALE OF INVESTMENTS	<u>7,381,285</u>	<u>59,265,312</u>
 NET GAINS (LOSSES) INVESTMENTS	 6,109,190	 35,717,045
 INVESTMENT EXPENSES	 140,607	 1,908,604
SECURITIES LENDING EXPENSES	61,279	372,775
SIB ADMINISTRATIVE EXPENSES	<u>9,340</u>	<u>68,395</u>
 NET INVESTMENT INCOME	 7,982,394	 55,273,949
 NET APPREC (DEPREC) MARKET VALUE	 17,673,901	 120,204,373
MISCELLANEOUS INCOME/(EXPENSE)	<u>(321,837)</u>	<u>(248,251)</u>
 TOTAL INVESTMENT INCOME	 <u>25,334,458</u>	 <u>175,230,071</u>
 NET INCREASE (DECREASE)	 <u>\$ 25,334,458</u>	 <u>\$ 175,230,071</u>

PUBLIC EMPLOYEES RETIREMENT SYSTEM
Notes To Financial Statements
January 31, 2004

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Pension Cash Pool invested in the short-term investment fund (STIF/STEP) at The Northern Trust Company.

NOTE 2 **DUE FROM OTHER AGENCIES**

Amounts paid in anticipation of the allocation of administrative expenses of RIO.

NOTE 3 **DUE TO OTHER AGENCIES**

Amounts owed to RIO for administrative and direct costs charged.

NOTE 4 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 5 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust Company during the current fiscal year.